Author Index

Admati, A. R. Forcing Firms to Talk: Financial Disclosure Regulation and Externalities 479

Altınkılıç, O. Are There Economies of Scale in Underwriting Fees? Evidence of Rising External Financing Costs 191

Athanasoulis, S. G. The Significance of the Market Portfolio 301

Bakshi, G. Do Call Prices and the Underlying Stock Always Move in the Same Direction? 549

Basak, G. S. Equilibrium Mispricing in a Capital Market with Portfolio Constraints 715

Bekaert, G. Asymmetric Volatility and Risk in Equity Markets 1

Betton, S. Toeholds, Bid Jumps, and Expected Payoffs in Takeovers 841

Bhattacharyya, S. Client Discretion, Switching Costs, and Financial Innovation 1101

Birchler, U. W. Bankruptcy Priority for Bank Deposits: A Contract Theoretic Explanation 813

Cantillo, M. How Do Firms Choose Their Lenders? An Empirical Investigation 155

Cao, C. *See* **Bakshi** 549

Cason, T. N. The Opportunity for Conspiracy in Asset Markets Organized with Dealer Intermediaries 385

Chemla, G. Book Review: Financial Analysis and Corporate Strategy 249

Chen, Z. *See* **Bakshi** 549

Connor, G. Book Review: Active Portfolio Management: A Quantitative Approach to Providing Superior Returns and Controlling Risk, 2nd Edition 1153

Croitoru, B. *See* **Basak** 715

Cuoco, D. On the Recoverability of Preferences and Belief 417

Dinç, I. S. Bank Reputation, Bank Commitment, and the Effects of Competition in Credit Markets 781

Dupont, D. Market Making, Prices, and Quantity Limits 1131

Eckbo, B. E. *See* **Betton** 841

Fan, H. Debt Valuation, Renegotiation, and Optimal Dividend Policy 1057

Gilson, S. C. Valuation of Bankrupt Firms 43

Goldstein, R. S. The Term Structure of Interest Rates as a Random Field 365

Gorton, G. The Design of Bank Loan Contracts 331

Habib, M. A. The Private Placement of Debt and Outside Equity as an Information Revelation Mechanism 1017

Hagerty, K. Book Review: Derivatives: A PowerPlus Picture Book 253

Hansen, R. S. *See* **Altınkılıç** 191

Hellmann, T. The Interaction Between Product Market and Financing Strategy: The Role of Venture Capital 959

Heston, S. L. A Closed-Form GARTCH Option Valuation Model 585

Hotchkiss, E. S. *See* **Gilson** 43

Jackwerth, J. C. Recovering Risk Aversion from Option Prices and Realized Returns 433

John, K. A Theory of Bank Regulation and Management Compensation 95

Johnsen, D. B. *See* **Habib** 1017

Kahn, J. *See* **Gorton** 331

Khanna, N. Strategic Responses of Incumbents to New Entry: The Effect of Ownership Structure, Capital Structure, and Focus 749

Koski, J. L. Prices, Liquidity, and the Information Content of Trades 659

Lie, E. Excess Funds and Agency Problems: An Empirical Study of Incremental Cash Disbursements 219

Lo, A. W. Trading Volume: Definitions, Data Analysis, and Implications of Portfolio Theory 257

MacKinlay, A. C. Asset Pricing Models: Implications for Expected Returns and Portfolio Selection 883

Madhavan, A. Price Discovery in Auction Markets: A Look Inside the Black Box 627

Mello, A. S. Hedging and Liquidity 127

Michaely, R. *See* **Koski** 659

Naranjo, A. Government Intervention and Adverse Selection Costs in Foreign Exchange Markets 453

Nanda, V. *See* **Bhattacharyya** 1101

Nandi, S. *See* **Heston** 585

Nimalendran, M. *See* **Naranjo** 453

Noe, T. H. Strategic Debt Restructuring 985

Panchapagesan, V. *See* **Madhavan** 627

Parsons, J. E. *See* **Mello** 127

Pástor, Ľ. *See* **MacKinlay** 883

Pfleiderer, P. *See* **Admati** 479

Puri, M. *See* **Hellmann** 959

Ruback, R. S. *See* **Gilson** 43

Saunders, A. *See* **John** 95

Schultz, P. Regulatory and Legal Pressures and the Costs of Nasdaq Trading 917

Senbet, L. W. *See* **John** 95

Sherman, A. E. IPOs and Long-Term Relationships: An Advantage of Book Building 697

Shiller, R. J. *See* **Athanasoulis** 301

Sullivan, M. A. Valuing American Put Options Using Gaussian Quadrature 75

Sundaresan, S. M. *See* **Fan** 1057

Tice, S. *See* **Khanna** 749

Wang, J. *See* **Lo** 257

Wang, J. *See* **Noe** 985

Whitelaw, R. F. Stock Market Risk and Return: An Equilibrium Approach 521

Wright, J. *See* **Cantillo** 155

Wu, G. *See* ***Bekaert*** 1

Zapatero, F. *See* **Cuoco** 417

Title Index

Are There Economies of Scale in Underwriting Fees? Evidence of Rising External Financing Costs
Oya Altınkılıç and Robert S. Hansen 191

Asset Pricing Models: Implications for Expected Returns and Portfolio Selection
A. Craig MacKinlay and Ľuboš Pástor 883

Asymmetric Volatility and Risk in Equity Markets
Geert Bekaert and Guojun Wu 1

Bank Reputation, Bank Commitment, and the Effects of Competition in Credit Markets
I. Serdar Dinç 781

Bankruptcy Priority for Bank Deposits: A Contract Theoretic Explanation
Urs W. Birchler 813

Book Review: Derivatives: A PowerPlus Picture Book
Kathleen Hagerty 253

Book Review: Active Portfolio Management: A Quantitative Approach to Providing Superior Returns and Controlling Risk, 2nd Edition
Reviewed by Gregory Connor 1153

Book Review: Financial Analysis and Corporate Strategy
Gilles Chemla 249

Client Discretion, Switching Costs, and Financial Innovation
Sugato Bhattacharyya and Vikram Nanda 1101

A Closed-Form GARCH Option Valuation Model
Steven L. Heston and Saikat Nandi 585

Debt Valuation, Renegotiation, and Optimal Dividend Policy
Hua Fan and Suresh M. Sundaresan 1057

The Design of Bank Loan Contracts
Gary Gorton and James Kahn 331

Do Call Prices and the Underlying Stock Always Move in the Same Direction?
Gurdip Bakshi, Charles Cao, and Zhiwu Chen 549

Equilibrium Mispricing in a Capital Market with Portfolio Constraints
Suleyman Basak and Benjamin Croitoru 715

Excess Funds and Agency Problems: An Empirical Study of Incremental Cash Disbursements
Erik Lie 219

Forcing Firms to Talk: Financial Disclosure Regulation and Externalities
Anat R. Admati and Paul Pfleiderer 479

Government Intervention and Adverse Selection Costs in Foreign Exchange Markets
Andy Naranjo and M. Nimalendran 453

Hedging and Liquidity
Antonio S. Mello and John E. Parsons 127

How Do Firms Choose Their Lenders? An Empirical Investigation
Miguel Cantillo and Julian Wright 155

The Interaction Between Product Market and Financing Strategy: The Role of Venture Capital
Thomas Hellmann and Manju Puri 959

IPOs and Long-Term Relationships: An Advantage of Book Building
Ann E. Sherman 697

Market Making, Prices, and Quantity Limits
Dominique Dupont 1129

On the Recoverability of Preferences and Beliefs
Domenico Cuoco and Fernando Zapatero 417

The Opportunity for Conspiracy in Asset Markets Organized with Dealer Intermediaries
Timothy N. Cason 385

Price Discovery in Auction Markets: A Look Inside the Black Box
Ananth Madhavan and Venkatesh Panchapagesan 627

Prices, Liquidity, and the Information Content of Trades
Jennifer Lynch Koski and Roni Michaely 659

The Private Placement of Debt and Outside Equity as an Information Revelation Mechanism
Michel A. Habib and D. Bruce Johnsen 1017

Recovering Risk Aversion from Option Prices and Realized Returns
Jens Carsten Jackwerth 433

Regulatory and Legal Pressures and the Costs of Nasdaq Trading
Paul Schultz 917

The Significance of the Market Portfolio
Stefano G. Athanasoulis and Robert J. Shiller 301

Stock Market Risk and Return: An Equilibrium Approach
Robert F. Whitelaw 521

Strategic Debt Restructuring
Thomas H. Noe and Jun Wang 985

Strategic Responses of Incumbents to New Entry: The Effect of Ownership Structure, Capital Structure, and Focus
Naveen Khanna and Sheri Tice 749

The Term Structure of Interest Rates as a Random Field
Robert S. Goldstein 365

A Theory of Bank Regulation and Management Compensation
Kose John, Anthony Saunders, and Lemma W. Senbet 95

Toeholds, Bid Jumps, and Expected Payoffs in Takeovers
Sandra Betton and B. Espen Eckbo 841

Trading Volume: Definitions, Data Analysis, and Implications of Portfolio Theory
Andrew W. Lo and Jiang Wang 257

Valuation of Bankrupt Firms
Stuart C. Gilson, Edith S. Hotchkiss, and Richard S. Ruback 43

Valuing American Put Options Using Gaussian Quadrature
Michael A. Sullivan 75